UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

17 December 2020

PROJECT NAME: GFATM-PR-REG TB-MYANMAR
PROJECT NUMBER: 20864-004 (WORK PACKAGE 20864-004-06)
COUNTRY: MYANMAR
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 1 JANUARY TO 31 DECEMBER 2019
Contents

Acronyms and abbreviations .............................................................................................................. 3

Financial audit report ......................................................................................................................... 4
  Audit opinion on the project financial statement ........................................................................... 4
  Audit opinion on the statement of non-expendable property ........................................................ 6

Annex I – Project financial statement

Annex II – Statement of non-expendable property

Annex III – Responsibility statement by management
### Acronyms and abbreviations

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>IAIG</td>
<td>Internal Audit and Investigations Group</td>
</tr>
<tr>
<td>IESBA</td>
<td>International Ethics Standards Board for Accountants</td>
</tr>
<tr>
<td>ISA</td>
<td>International Standards on Auditing</td>
</tr>
<tr>
<td>UNOPS</td>
<td>United Nations Office for Project Services</td>
</tr>
<tr>
<td>US$</td>
<td>United States Dollars</td>
</tr>
</tbody>
</table>
Financial audit report

Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project ‘GFATM-PR-REG TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-004, work package 20864-004-06), which is implemented and managed by the UNOPS Office in Myanmar, for the period from 1 January to 31 December 2019.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘GFATM-PR-REG TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-004, work package 20864-004-06), for the period from 1 January to 31 December 2019 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the ‘Auditor’s responsibility for the audit of the project financial statement’ section of this report.

We are independent of UNOPS in accordance with the IESBA Code of Ethics for Professional Accountants. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibility for the financial statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with International Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor’s responsibility for the audit of the project financial statement

The objectives of our audit are set out in the terms of reference for the audits of UNOPS projects, as issued by the Internal Audit and Investigations Group (IAIG) of UNOPS, and include obtaining reasonable assurance about whether the project financial statement is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of the project financial statement.
As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also identify and assess the risks of material misstatement of the project financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Project financial statement**

This is attached as Annex I to this report.
Audit opinion on the statement of non-expendable property

Unmodified opinion

We have audited the accompanying statement of non-expendable property of the project ‘GFATM-PR-REG TB-Myanmar’ (oneUNOPS project ID 20864-004, work package 20864-004-06) of UNOPS as at 31 December 2019.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project ‘GFATM-PR-REG TB-Myanmar’ (oneUNOPS project ID 20864-004, work package 20864-004-06), as at 31 December 2019, in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Statement of non-expendable property

This is attached as Annex II to this report.

Robert Waters
Partner

BDO LLP
55 Baker St
London W1U 7EU

17 December 2020
Responsibility statement by management
This is attached as Annex III to this report.
Annex I – Project financial statement
Dear Sir/Madam,

Subject: Annual Financial Statement

We enclose the Annual Financial Statement for Project 20864-004 - GFATM-PR-REG TB-Myanmar, which commenced in year 2019 and indicates the income and incurred expenditure as at 31-Dec-2019.

We draw your attention to the following:

a. Total funds received: US$ 3,593,292 which includes interest earned:
b. Incurred expenditure and management fee: US$ 2,678,792
c. Project advances: US$ 2
d. Project Capitalised Asset: US$ 0
e. Commitments: US$ 537,797
f. Fund Surplus: US$ 376,701

If you have any question, please do not hesitate to contact UNOPS.

Yours sincerely,

Meron MEKURIW, Finance Specialist, SSC IPAS, UNOPS

PO Box 2695
2100 Copenhagen
Denmark
Tel: + 45 45 33 75 00
Fax: +45 45 33 75 01
E-mail:info@unops.org
# ANNUAL FINANCIAL STATEMENT

**Project:**
20864-004 - GFATM-PR-REG TB-Myanmar

**Partner(s):**
1680 - GFATM-TUB Global Fund to fight Tuberculosis

**As on:**
31-Dec-2019

## Income:

<table>
<thead>
<tr>
<th>Description</th>
<th>2019</th>
<th>Total Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions</td>
<td>3,587,066</td>
<td>3,587,066</td>
</tr>
<tr>
<td>Interest</td>
<td>6,226</td>
<td></td>
</tr>
<tr>
<td><strong>Total Income</strong></td>
<td><strong>3,593,292</strong></td>
<td></td>
</tr>
</tbody>
</table>

## Less: Project Expenses

### Period-Years

<table>
<thead>
<tr>
<th>Description</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>ARC : American Refugee Committee</td>
<td>54,566</td>
</tr>
<tr>
<td>WHO : World Health Organization</td>
<td>51,134</td>
</tr>
<tr>
<td>WVM : World Vision Myanmar</td>
<td>32,093</td>
</tr>
<tr>
<td>SMRU : Shoklo Malaria Research Unit</td>
<td>299,658</td>
</tr>
<tr>
<td>United Nations Office for Project Services</td>
<td>184,634</td>
</tr>
<tr>
<td>Ministry of Economic and Finance (Cam)</td>
<td>336,624</td>
</tr>
<tr>
<td>Thailand</td>
<td>921,275</td>
</tr>
<tr>
<td>Vietnam</td>
<td>226,590</td>
</tr>
<tr>
<td>Laos PDR</td>
<td>572,218</td>
</tr>
<tr>
<td><strong>Total Expenditure</strong></td>
<td><strong>2,678,792</strong></td>
</tr>
</tbody>
</table>

## Less:

<table>
<thead>
<tr>
<th>Description</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total Expenditure</strong></td>
<td><strong>2,678,792</strong></td>
</tr>
<tr>
<td>Project Advances</td>
<td>2</td>
</tr>
<tr>
<td>Project Capitalised Assets</td>
<td>0</td>
</tr>
<tr>
<td><strong>Cash Balance</strong></td>
<td><strong>A-B-C-D</strong></td>
</tr>
<tr>
<td><strong>Fund Balance (F)</strong></td>
<td><strong>A-B-C-D-E</strong></td>
</tr>
</tbody>
</table>

### Cash Balance

<table>
<thead>
<tr>
<th>Description</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash Balance</strong></td>
<td><strong>914,498</strong></td>
</tr>
<tr>
<td><strong>Less: Commitments</strong>*</td>
<td><strong>537,797</strong></td>
</tr>
<tr>
<td><strong>Fund Balance (F)</strong></td>
<td><strong>376,701</strong></td>
</tr>
</tbody>
</table>

### Notes:

* All amounts are in USD. Transactions in non-USD have been converted to USD at the UN operational rate of exchange as on the date of the transaction.
* The statement is prepared in accordance to IPSAS reporting requirement, the reported figure under commitment is for information and it discloses only the expected utilisation of project funds as of the reporting period, these commitments are not charged as an expense until the goods are delivered or services rendered.
* Project advances include operational advances, prepayments, petty cash, and any VAT payments to suppliers that have yet to be recovered.
Date: 25 Nov 2020

Report run on: 25 Nov 2020
Annex II – Statement of non-expendable property
<table>
<thead>
<tr>
<th>No.</th>
<th>Asset profile description</th>
<th>Asset ID</th>
<th>OLD-TAG Number</th>
<th>NEW - TAG NUMBER</th>
<th>Item Description</th>
<th>Serial number</th>
<th>Purchase/ acquisition date</th>
<th>Currency</th>
<th>Amount</th>
<th>Ex rate/USD</th>
<th>USD equivalent</th>
<th>Standard useful life in month</th>
<th>As of 31 December 2019</th>
<th>Age</th>
<th>NBV AS per 31/12/2019</th>
<th>Location (building and room no.)</th>
<th>Conditions</th>
<th>PO ID</th>
<th>Asset Classification</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>ITC-Laptop</td>
<td>20864-004</td>
<td></td>
<td>20864RT2019-MMR0017</td>
<td>Laptop, Dell Latitude 7490 Notebook</td>
<td>PKEV2W2</td>
<td>31-Jul-19</td>
<td>USD</td>
<td>1,935.87</td>
<td>1,935.87</td>
<td>36</td>
<td>1,613.23</td>
<td>5-1-2-2</td>
<td>Good</td>
<td>3081195</td>
<td>Reg</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>ITC-Laptop</td>
<td>20864-004</td>
<td></td>
<td>20864RT2019-MMR0018</td>
<td>Laptop, Dell Latitude 7490 Notebook</td>
<td>FG8KZW2</td>
<td>31-Jul-19</td>
<td>USD</td>
<td>1,935.87</td>
<td>1,935.87</td>
<td>36</td>
<td>1,613.23</td>
<td>5-1-2-2</td>
<td>Good</td>
<td>3081195</td>
<td>Reg</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Annex III – Responsibility Statement by Management
UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: 20864-004
GFATM-PR-REG TB-Myanmar

RESPONSIBILITY STATEMENT by MANAGEMENT

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Financial Statements of the Project ID 20864-004 (WP: 20864-004-06), Project name: GFATM-PR-REG TB-Myanmar. The Statement, presented in Annex I, has been prepared in accordance with the applicable UNOPS regulations and rules.

We do hereby state that, in our opinion:

Financial Statement

The Financial Statement as reported, as set out in Annex I, presents fairly in all material respects, the expenditure of US$184,634 (In words: United States Dollar One Hundred Eighty Four Thousand Six Hundred and Thirty Four only) incurred by the UNOPS office for the period 1 January 2019 to 31 December 2019 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets Project ID 20864-004 (WP: 20864-004-06), Project name: GFATM-PR-REG TB-Myanmar.

Statement of Inventory of Non-Expendable Equipment

The Statement of Non-Expendable Equipment presents fairly, in all material respects, the Non-Expendable Equipment balance as at 31 December 2019 amounting to US$3,226 (In words: United States Dollar Three Thousand Two Hundred and Twenty Six only) as net book Value in accordance with the Non-Expendable Inventory listing certified by project management.

ACCEPTED AND CERTIFIED:

Dr. Attila Molnar
Name: Dr. Attila Molnar
Programme Director
Project: PR-GFATM, UNOPS Asia Region SSC, IPAS Finance
Region: AR
Place: Yangon, Myanmar
Date: 2 December 2020

Meron Mekuriaw
Name: Meron Mekuriaw
Finance Specialist
Region: UNOPS – HQ
Place: Copenhagen, Denmark
Date: 07 December 2020

Sanjay Mathur
Name: Sanjay Mathur
Regional Director
Region: AR
Place: Bangkok, Thailand
Date: 9 December 2020